

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, OCTOBER 13, 2009**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A**, in the Greenwood-Waskom Field, Caddo Parish, Louisiana.

1. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To force pool and unitize all separately owned tracts, mineral leases and other property interests within the proposed unit, with allocation of production to the tracts within such unit to be on the basis of surface acreage.
3. To designate Chesapeake Operating, Inc. as the unit operator and to designate a unit well for said unit, if appropriate.
4. With respect to future horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed unit, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and between offset well(s) will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
5. To redefine the Haynesville Zone, Reservoir A, INSOFAR AND ONLY INSOFAR as to the proposed HA RA SU59, as being that gas and condensate bearing zone encountered between the depths of 9,828' and 11,145' (electrical log measurements) in the Encore Operating Louisiana, LLC (formerly Greystone Oil & Gas, LLP)-Querbes No. 2 Well, located in Section 29, Township 16 North, Range 16 West.
6. To provide that any future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the unit created herein, should be located no closer than 330 feet to any unit line and no closer than 660 feet to any well completed in, drilling to or for which a permit has been granted to drill to the Haynesville Zone, Reservoir A.
7. Except to the extent in conflict herewith, to extend the provisions of Office of Conservation Order No. 270-MM, effective June 19, 2007, and as amended and supplemented by the 270-MM Series of Orders, to the unit created thereby.
8. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was initially defined in Order No. 270-MM, effective June 19, 2007, but shall be redefined as set forth above.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
<http://dnr.louisiana.gov/conshearings>

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

9/8/09;9/11/09

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.